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Counsel to the Debtors and Debtors in Possession

**UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK**

In re:)	
)	Chapter 11
CELSIUS NETWORK LLC, <i>et al.</i> , ¹)	
)	Case No. 22-10964 (MG)
)	
Debtors.)	(Jointly Administered)
)	

NOTICE OF FILING OF SEPTEMBER 7, 2023, HEARING PRESENTATION

PLEASE TAKE NOTICE that the above-captioned debtors and debtors in possession (collectively, the “Debtors”) hereby file the presentation (the “Presentation”), attached hereto as **Exhibit A**, that will be used at the hearing that will take place on **Thursday, September 7, 2023 at 10:00 a.m., prevailing Eastern Time** (the “Hearing”) before the Honorable Martin Glenn, Chief United States Bankruptcy Judge of the United States Bankruptcy Court for the Southern District of New York.

¹ The Debtors in these chapter 11 cases, along with the last four digits of each Debtor’s federal tax identification number, are: Celsius Network LLC (2148); Celsius KeyFi LLC (4414); Celsius Lending LLC (8417); Celsius Mining LLC (1387); Celsius Network Inc. (1219); Celsius Network Limited (8554); Celsius Networks Lending LLC (3390); Celsius US Holding LLC (7956); GK8 Ltd. (1209); GK8 UK Limited (0893); and GK8 USA LLC (9450). The location of Debtor Celsius Network LLC’s principal place of business and the Debtors’ service address in these chapter 11 cases is 50 Harrison Street, Suite 209F, Hoboken, New Jersey 07030.

PLEASE TAKE FURTHER NOTICE that copies of the Presentation and other pleadings filed in the above-captioned chapter 11 cases may be obtained free of charge by visiting the website of Stretto at <http://www.cases.stretto.com/celsius>. You may also obtain copies of any pleadings by visiting the Court's website at <http://www.nysb.uscourts.gov> in accordance with the procedures and fees set forth therein.

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New York, New York
Dated: September 6, 2023

/s/ Joshua A. Sussberg

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Counsel to the Debtors and Debtors in Possession

Exhibit A

Presentation



Ongoing Activities Update

September 2023



All four “Custody +” Cohorts with coins available for withdrawal from the Celsius Platform include:

- “Pure” Custody
- Custody Settlement¹
- Withheld Ad Hoc Group²
- Postpetition Deposits

40,936

All Cohorts: Total Eligible
Users

25,383

All Cohorts: KYC'd Eligible
Users

\$88.5M

All Cohorts: Eligible USD

62.01%

All Cohorts: Total % KYC
Passed

\$79.5M

Total \$ USD Withdrawn

89.92%

Total % USD Withdrawn



Asset Distribution / Partners & Coverage

User Type	Asset Type	Distributor(s)	Users Details
United States Retail Users	BTC / ETH	PayPal	- All U.S. retail (non-corporate) Earn account holders except account holders from the State of Hawaii and certain edge cases identified by PayPal
Non-United States Retail Users	BTC / ETH	Partner 2 / Celsius	- All non-U.S. retail Earn account holders except certain edge cases identified by Partner 2
Custody and Withhold Accounts (U.S.)	In Kind / BTC / ETH	Celsius / PayPal	<ul style="list-style-type: none">- All Custody and Withhold account holders eligible for distributions will receive Custody/Withhold distributions in kind or in BTC & ETH (as applicable)- 60–90 days after the Confirmation Date all coins will be converted to BTC & ETH and distributed by PayPal
Top 100 Corporate Accounts	BTC / ETH	Partner 2 / Celsius	- Largest 100 corporate accounts with account balances greater than ~\$150k in value (approximately 80% of commercial accounts assets)
Hawaii, Other Corporate Accounts, and Edge Cases	Fiat	PayPal / Stretto	- PayPal and/or Stretto will distribute Fiat to account holders from the State of Hawaii, Other Corporate Account Holders, and in other certain edge cases depending on their ability to service the creditor and/or the creditor's jurisdiction

Note 1: These distribution partners and coverage are subject to change.

Note 2: The distributors will be responsible to KYC all customers covered before asset distribution.



Mining Update

Rig Deployments

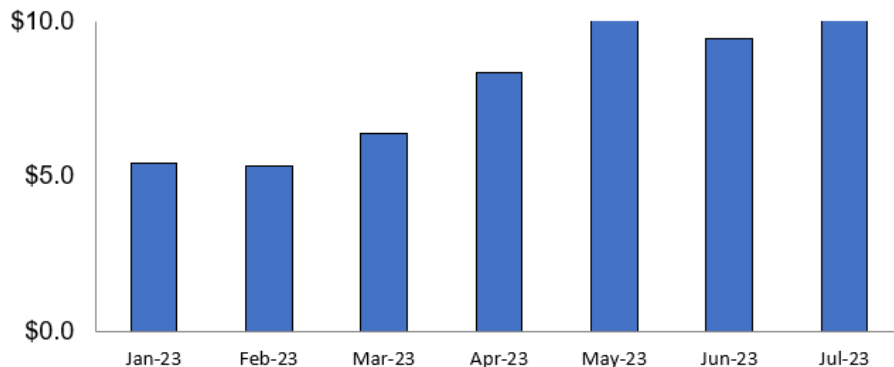
- ~79.6k rigs deployed at the end of July
- Executed agreement with US Bitcoin to host 8.5k rigs at the Alpha site - started deploying in late August

Highlights

- Adjusted EBITDA of \$2.7mm for July, compared to \$1.7mm for June
 - Total July revenue of \$11.2mm, a 19% increase from June
 - Net gain of \$0.9mm in July from economic curtailment and power resale at the Midland proprietary sites
- Sold on-peak power hedges in August, realizing over \$3mm in gains

Key Metrics	July 2023	June 2023	Diff. (4)
BTC Production	371	339	9%
Avg. BTC Produced per Day (1)	12.0	11.3	6%
Revenue (\$mm) (1)	\$11.2	\$9.4	19%
Adjusted Gross Margin (2)	34%	28%	6%
Adjusted EBITDA (\$mm)	\$2.7	\$1.7	54%
Ending Rigs Deployed ('000)	79	73	9%
Uptime (3)	73%	72%	1%
Network Hash (TH/s)	378	370	2%
Average Revenue per Mined BTC (\$)	30,119	27,748	9%

Revenue (\$ mm)



(1) BTC production and Revenue earned are gross BTC produced before any expenses or profit share.

(2) Adjusted Gross Margin is after deduction of power cost, hosting services, operating cost and profit share

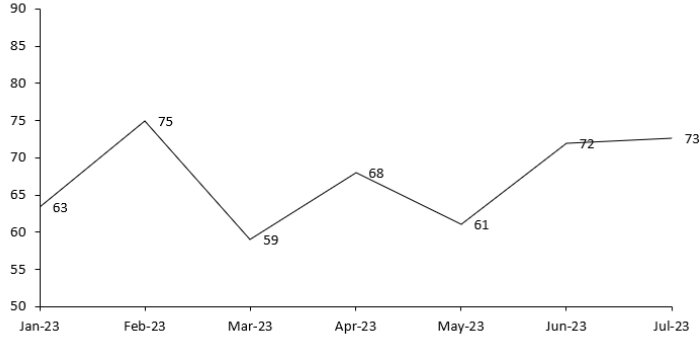
(3) Defined as the number of mining equipment in operation as a percentage of the total equipment deployed

(4) Adjusted Gross Margin and Uptime differences are the simple subtraction between two months and the rest of the metrics are a percentage change.

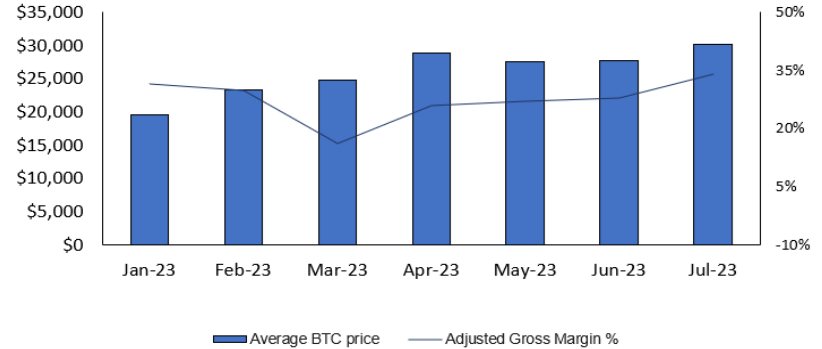


Mining - July 2023 Trend

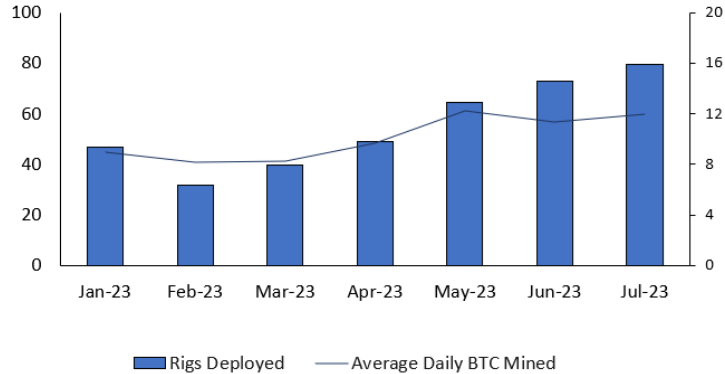
Average Uptime (%)



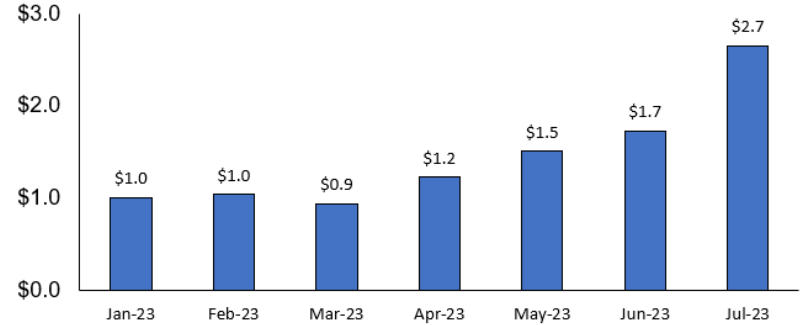
Adjusted Gross Margin vs. Avg BTC Price



Avg # of Rigs Deployed ('000) vs. Avg Daily BTC Mined ('000)



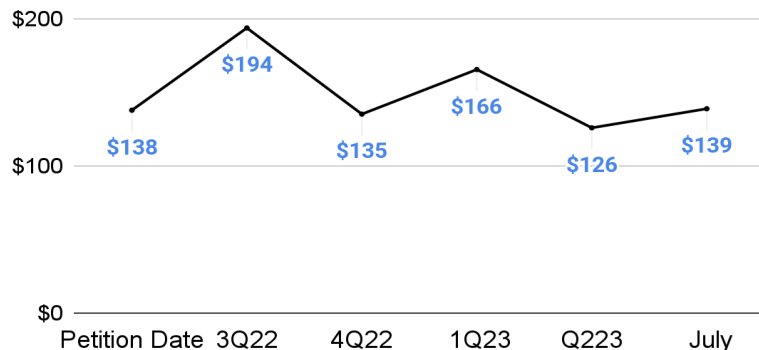
Adjusted EBITDA (\$mm)





Cash Flow & Liquidity (Petition Date - July 2023)

Cash on hand (in \$mm)



Current Cash balance **\$139mm**;
+\$1mm since Petition Date

\$1mm net cash flows since the Petition Date

Cash Inflows of \$404mm⁽¹⁾

- ☐ \$74mm from payments on investments & loans
- ☐ \$105mm from selling mined BTC
- ☐ \$106mm of cash withdrawn from exchanges + sale of stablecoins
- ☐ \$58mm from sales of alt-coins
- ☐ \$60mm from sales proceed of GK8 and Osprey Trust

Operating Outflows of \$177mm

- ☐ \$71mm of mining hosting fees
- ☐ \$50mm of operating costs including labor and vendor expenses
- ☐ \$56mm of other expenses include \$18mm of deal related costs, \$7mm of taxes related to GK8 sales

Restructuring Costs of \$161mm

Capital Expenditures of \$66mm

(1) \$1.0mm proceed in sales of mining equipments and other smaller inflows are not noted separately

